

## Message Text

UNCLASSIFIED

PAGE 01 MADRID 08103 171348Z  
ACTION PM-05

INFO OCT-01 EUR-12 NEA-10 ISO-00 CIAE-00 H-02 INR-10  
L-03 NSAE-00 NSC-05 PA-02 SP-02 SS-15 ICA-20  
ACDA-12 ABF-01 OMB-01 TRSE-00 MCE-00 /101 W  
-----057637 180056Z /21

R 171341Z JUL 78  
FM AMEMBASSY MADRID  
TO SECSTATE WASHDC 5366  
SECDEF WASHDC  
INFO USCINCEUR VAIHINGEN GER  
CSA WASHDC  
CDRUSASAC ALEXANDRIA VA  
CDRUSACC FT HUACHUCA ARIZ  
CDRUSACSA FT MONMOUTH NJ

UNCLAS MADRID 08103

SECDEF FOR ASD/ISA AND DSAA; CDRUSACC FOR CC-CG;  
CDRUSASAC FOR DRCDS; CDRUSACSA FOR CCM-CG

E.O.11652: N/A  
TAGS: MASS, SP, US  
SUBJ: TERRITORIAL COMMAND NET (TCN) FOR SPAIN -- SPANISH  
COUNTERCLAIM

REF: MADRID 6735 (DTG 151224Z JUN 78)

1. AS FORECAST BY THE SPANISH SIDE AT THE JUNE 14 SESSION  
OF THE JOINT COMMITTEE FOR POLITICO-MILITARY ADMINISTRATIVE  
AFFAIRS (REFTEL), WE HAVE NOW RECEIVED THROUGH THE COMMIT-  
TEE A SPANISH ARMY COUNTERCLAIM TOTALING AS OF JUNE 12  
1,644,338,038 PESETAS (OVER \$20 MILLION AT THE PREVAILING  
EXCHANGE RATE). THE CLAIM IS MADE AGAINST THE US ARMY  
ON THE GROUNDS OF EXTRAORDINARY EXPENSES TO THE SPANISH  
ARMY ATTRIBUTABLE TO US ARMY FAILURE TO COMPLETE AND TURN  
OVER THE SYSTEM IN OCTOBER 1976. WE ASSUME IT IS THE  
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SPANISH INTENTION TO DISCUSS THIS CLAIM DURING THE VISIT  
TO WASHINGTON OF SPANISH EXPERTS AND POLICY-LEVEL OFFICIALS  
WHICH IT NOW APPEARS WILL TAKE PLACE IN MID-SEPTEMBER.

2. THE CLAIM BREAKS DOWN AS FOLLOWS:  
(A) PERSONNEL EXPENSES, OCT.76-MAY 78 704,560,481  
INTEREST AT 8 PERCENT PER YEAR ON ABOVE ITEM 43,746,578

(B) AGING OF SYSTEM OCT 76-APR 78 AT  
12.5 PERCENT PER YEAR ON \$23 MILLION 392,197,862  
AGING OF SITES AND INSTALLATIONS AT  
7 PERCENT PER YEAR ON PESETAS 1,310,180,756 152,854,421  
DEPRECIATION OF VEHICLES AT 20 PERCENT  
PER YEAR ON PESETAS 63,319,605 21,106,535  
TELEPHONE AND TELEX EXPENSES 110,747,000  
GENERAL EXPENSES FOR ELECTRICITY, VARIOUS  
FUELS, ETC., FEB-MAY 78 127,399,631  
INTEREST AT 8 PERCENT PER YEAR ON ABOVE ITEM 12,089,994  
(C) UPKEEP AND MAINTENANCE FEB-MAY 78 2,283,363  
INTEREST ON ABOVE ITEM AT 8 PERCENT PER YEAR 28,840  
INTEREST AT 8 PERCENT ON THE VALUE OF CON-  
TRACTS BBD AND UXL 5,523,333  
(D) COST OF SPARE PARTS 69,000,000  
INTEREST ON ABOVE ITEM AT 8 PERCENT PER YEAR 2,800,000  
  
- TOTAL 1,644,338,038

3. SEPARATE SUBTOTALS ARE GIVEN FOR EACH GROUP OF ITEMS  
INDICATED BY A SEPARATE LETTER. NO EXPLANATORY MATERIAL IS  
INCLUDED.

4. DOCUMENT WILL BE POUCHED BY MAAG SPAIN TO DSAA. TODMAN

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 jan 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** ARMED FORCES, CLIAMS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 17 jul 1978  
**Decaption Date:** 01 jan 1960  
**Decaption Note:**  
**Disposition Action:** n/a  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:**  
**Disposition Date:** 01 jan 1960  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1978MADRID08103  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D780293-0807  
**Format:** TEL  
**From:** MADRID  
**Handling Restrictions:** n/a  
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**Line Count:** 85  
**Litigation Code IDs:**  
**Litigation Codes:**  
**Litigation History:**  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Message ID:** 85ed7f72-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION PM  
**Original Classification:** UNCLASSIFIED  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** n/a  
**Previous Handling Restrictions:** n/a  
**Reference:** 78 MADRID 6735  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 14 apr 2005  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 1987754  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** TERRITORIAL COMMAND NET (TCN) FOR SPAIN -- SPANISH COUNTERCLAIM  
**TAGS:** MASS, MILI, SP, US  
**To:** STATE DOD  
**Type:** TE  
**vdkgvwkey:** odbc://SAS/SAS.dbo.SAS\_Docs/85ed7f72-c288-dd11-92da-001cc4696bcc  
**Review Markings:**  
Sheryl P. Walter  
Declassified/Released  
US Department of State  
EO Systematic Review  
20 Mar 2014  
**Markings:** Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014